

## SUBMISSION COVER SHEET

**IMPORTANT:** Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 14-384

Organization: Chicago Mercantile Exchange Inc. ("CME")

Filing as a:  DCM  SEF  DCO  SDR

Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): October 20, 2014 Filing Description: Delisting of the Monthly and Seasonal Strip Snowfall, Rainfall and Frost Contracts and Hurricane Seasonal Maximum, Cat-In-A-Box and Second Event Futures & Options Contracts

### SPECIFY FILING TYPE

Please note only ONE choice allowed per Submission.

#### Organization Rules and Rule Amendments

<input type="checkbox"/>	Certification	§ 40.6(a)
<input type="checkbox"/>	Approval	§ 40.5(a)
<input type="checkbox"/>	Notification	§ 40.6(d)
<input type="checkbox"/>	Advance Notice of SIDCO Rule Change	§ 40.10(a)
<input type="checkbox"/>	SIDCO Emergency Rule Change	§ 40.10(h)

#### Rule Numbers:

#### New Product

**Please note only ONE product per Submission.**

<input type="checkbox"/>	Certification	§ 40.2(a)
<input type="checkbox"/>	Certification Security Futures	§ 41.23(a)
<input type="checkbox"/>	Certification Swap Class	§ 40.2(d)
<input type="checkbox"/>	Approval	§ 40.3(a)
<input type="checkbox"/>	Approval Security Futures	§ 41.23(b)
<input type="checkbox"/>	Novel Derivative Product Notification	§ 40.12(a)
<input type="checkbox"/>	Swap Submission	§ 39.5

#### Official Product Name:

#### Product Terms and Conditions (product related Rules and Rule Amendments)

<input type="checkbox"/>	Certification	§ 40.6(a)
<input type="checkbox"/>	Certification Made Available to Trade Determination	§ 40.6(a)
<input type="checkbox"/>	Certification Security Futures	§ 41.24(a)
<input checked="" type="checkbox"/>	Delisting (No Open Interest)	§ 40.6(a)
<input type="checkbox"/>	Approval	§ 40.5(a)
<input type="checkbox"/>	Approval Made Available to Trade Determination	§ 40.5(a)
<input type="checkbox"/>	Approval Security Futures	§ 41.24(c)
<input type="checkbox"/>	Approval Amendments to enumerated agricultural products	§ 40.4(a), § 40.5(a)
<input type="checkbox"/>	“Non-Material Agricultural Rule Change”	§ 40.4(b)(5)
<input type="checkbox"/>	Notification	§ 40.6(d)

#### Official Name(s) of Product(s) Affected:

#### Rule Numbers:



Christopher Bowen  
Managing Director and Chief Regulatory Counsel  
Legal Department

October 20, 2014

**VIA ELECTRONIC PORTAL**

Christopher J. Kirkpatrick  
Office of the Secretariat  
Commodity Futures Trading Commission  
Three Lafayette Centre  
1155 21st Street, N.W.  
Washington, DC 20581

**Re: CFTC Regulation 40.6(a) Certification. Notification Regarding the Delisting of the Monthly and Seasonal Strip Snowfall, Rainfall and Frost Contracts and Hurricane Seasonal Maximum, Cat-In-A-Box and Second Event Futures & Options Contracts.  
CME Submission No. 14-384**

Dear Mr. Kirkpatrick:

Chicago Mercantile Exchange Inc. ("CME" or "Exchange") is notifying the Commodity Futures Trading Commission ("CFTC" or "Commission") that it is self-certifying the delisting of twelve (12) monthly and seasonal strip snowfall, rainfall, frost product chapters and twelve (12) hurricane futures & options product chapters effective immediately, as set out below:

**CME Rulebook Chapter 402 CME Seasonal Strip Snowfall Index Futures Contract**

New York Central Park (WBAN 94728)  
Boston Logan International Airport (WBAN 14739)  
New York LaGuardia Airport (WBAN 14732)  
Chicago O'Hare International Airport (WBAN 94846)  
Minneapolis/St. Paul Airport (WBAN 14922)  
Detroit Metro Airport (WBAN 94847)  
Newark International Airport (WBAN 14734)  
Baltimore-Washington International Airport (WBAN 93721)  
Columbus Port-Columbus International Airport (WBAN 14821)  
Colorado Springs Municipal Airport (WBAN 93037)

**CME Rulebook Chapter 402A Options on CME Seasonal Strip Snowfall Index Future Contract**

New York Central Park (WBAN 94728)  
Boston Logan International Airport (WBAN 14739)  
New York LaGuardia Airport (WBAN 14732)  
Chicago O'Hare International Airport (WBAN 94846)  
Minneapolis/St. Paul Airport (WBAN 14922)  
Detroit Metro Airport (WBAN 94847)  
Newark International Airport (WBAN 14734)  
Baltimore-Washington International Airport (WBAN 93721)  
Columbus Port-Columbus International Airport (WBAN 14821)  
Colorado Springs Municipal Airport (WBAN 93037)

**CME Rulebook Chapter 416 CME Frost Index Futures Contract**

1 North End Avenue New York, NY 10282 T 212 299 2200 F 212 299 2299 christopher.bowen@cme.com cme.com

Amsterdam-Schiphol, Netherlands (WMO 06240)

CME Rulebook Chapter 416A Options on CME Frost Index Futures Contract

Amsterdam-Schiphol, Netherlands (WMO 06240)

CME Rulebook Chapter 417 CME Seasonal Frost Index Futures Contract

Amsterdam-Schiphol, Netherlands (WMO 06240)

CME Rulebook Chapter 417A Options on CME Seasonal Frost Index Futures Contract

Amsterdam-Schiphol, Netherlands (WMO 06240)

CME Rulebook Chapter 418 CME Snowfall Index Futures Contract

New York Central Park (WBAN 94728)

Boston Logan International Airport (WBAN 14739)

New York LaGuardia Airport (WBAN 14732)

Chicago O'Hare International Airport (WBAN 94846)

Minneapolis/St. Paul Airport (WBAN 14922)

Detroit Metro Airport (WBAN 94847)

Newark International Airport (WBAN 14734)

Baltimore-Washington International Airport (WBAN 93721)

Columbus Port-Columbus International Airport (WBAN 14821)

Colorado Springs Municipal Airport (WBAN 93037)

CME Rulebook Chapter 418A Options on CME Snowfall Index Futures Contract

New York Central Park (WBAN 94728)

Boston Logan International Airport (WBAN 14739)

New York LaGuardia Airport (WBAN 14732)

Chicago O'Hare International Airport (WBAN 94846)

Minneapolis/St. Paul Airport (WBAN 14922)

Detroit Metro Airport (WBAN 94847)

Newark International Airport (WBAN 14734)

Baltimore-Washington International Airport (WBAN 93721)

Columbus Port-Columbus International Airport (WBAN 14821)

Colorado Springs Municipal Airport (WBAN 93037)

CME Rulebook Chapter 423 CME Hurricane Index Second Event Seasonal Maximum Futures Contract

Gulf Coast (Brownsville, TX to AL/FL Border)

Florida (AL/FL Border to Fernandina Beach, FL)

Southern Atlantic Coast (Fernandina Beach, FL to NC/VA Border)

Northern Atlantic Coast (NC/VA Border to Eastport, ME)

Eastern US (Brownsville, TX to Eastport, ME)

Gulf + Florida (Brownsville, TX to Fernandina Beach, FL)

Florida Gold Coast (Card Sound Bridge, FL to Jupiter Inlet, FL)

Florida + Southern Atlantic + Northern Atlantic (AL/FL Border to Eastport, ME)

CME Rulebook Chapter 423A Options on CME Hurricane Index Second Event Seasonal Maximum Futures Contract

Gulf Coast (Brownsville, TX to AL/FL Border)

Florida (AL/FL Border to Fernandina Beach, FL)  
Southern Atlantic Coast (Fernandina Beach, FL to NC/VA Border)  
Northern Atlantic Coast (NC/VA Border to Eastport, ME)  
Eastern US (Brownsville, TX to Eastport, ME)  
Gulf + Florida (Brownsville, TX to Fernandina Beach, FL)  
Florida Gold Coast (Card Sound Bridge, FL to Jupiter Inlet, FL)  
Florida + Southern Atlantic + Northern Atlantic (AL/FL Border to Eastport, ME)

#### CME Rulebook Chapter 427 CME Hurricane Index Seasonal Futures Contract

Gulf Coast (Brownsville, TX to AL/FL Border)  
Florida (AL/FL Border to Fernandina Beach, FL)  
Southern Atlantic Coast (Fernandina Beach, FL to NC/VA Border)  
Northern Atlantic Coast (NC/VA Border to Eastport, ME)  
Eastern US (Brownsville, TX to Eastport, ME)  
Gulf + Florida (Brownsville, TX to Fernandina Beach, FL)  
Florida Gold Coast (Card Sound Bridge, FL to Jupiter Inlet, FL)  
Florida + Southern Atlantic + Northern Atlantic (AL/FL Border to Eastport, ME)

#### CME Rulebook Chapter 427A Options on CME Hurricane Index Seasonal Futures Contract

Gulf Coast (Brownsville, TX to AL/FL Border)  
Florida (AL/FL Border to Fernandina Beach, FL)  
Southern Atlantic Coast (Fernandina Beach, FL to NC/VA Border)  
Northern Atlantic Coast (NC/VA Border to Eastport, ME)  
Eastern US (Brownsville, TX to Eastport, ME)  
Gulf + Florida (Brownsville, TX to Fernandina Beach, FL)  
Florida Gold Coast (Card Sound Bridge, FL to Jupiter Inlet, FL)  
Florida + Southern Atlantic + Northern Atlantic (AL/FL Border to Eastport, ME)

#### CME Rulebook Chapter 428 CME Hurricane Index Seasonal Maximum Futures Contract

Gulf Coast (Brownsville, TX to AL/FL Border)  
Florida (AL/FL Border to Fernandina Beach, FL)  
Southern Atlantic Coast (Fernandina Beach, FL to NC/VA Border)  
Northern Atlantic Coast (NC/VA Border to Eastport, ME)  
Eastern US (Brownsville, TX to Eastport, ME)  
Gulf + Florida (Brownsville, TX to Fernandina Beach, FL)  
Florida Gold Coast (Card Sound Bridge, FL to Jupiter Inlet, FL)  
Florida + Southern Atlantic + Northern Atlantic (AL/FL Border to Eastport, ME)

#### CME Rulebook Chapter 428A Options on CME Hurricane Index Seasonal Maximum Futures Contract

Gulf Coast (Brownsville, TX to AL/FL Border)  
Florida (AL/FL Border to Fernandina Beach, FL)  
Southern Atlantic Coast (Fernandina Beach, FL to NC/VA Border)  
Northern Atlantic Coast (NC/VA Border to Eastport, ME)  
Eastern US (Brownsville, TX to Eastport, ME)  
Gulf + Florida (Brownsville, TX to Fernandina Beach, FL)  
Florida Gold Coast (Card Sound Bridge, FL to Jupiter Inlet, FL)  
Florida + Southern Atlantic + Northern Atlantic (AL/FL Border to Eastport, ME)

#### CME Rulebook Chapter 430 CME Hurricane Index Second Event Seasonal Maximum Cat-In-A-Box Futures Contract

Galveston-Mobile (area bounded by 95°30'0"W on the west, 87°30'0"W on the east, 27°30'0"N on the south, and the corresponding segment of the US coastline on the north)

CME Rulebook Chapter 430A Options on CME Hurricane Index Second Event Seasonal Maximum Cat-In-A-Box Futures Contract

Galveston-Mobile (area bounded by 95°30'0"W on the west, 87°30'0"W on the east, 27°30'0"N on the south, and the corresponding segment of the US coastline on the north)

CME Rulebook Chapter 431 CME Hurricane Index Seasonal Cat-In-A-Box Futures Contract

Galveston-Mobile (area bounded by 95°30'0"W on the west, 87°30'0"W on the east, 27°30'0"N on the south, and the corresponding segment of the US coastline on the north)

CME Rulebook Chapter 431A Options on CME Hurricane Index Seasonal Cat-In-A-Box Futures Contract

Galveston-Mobile (area bounded by 95°30'0"W on the west, 87°30'0"W on the east, 27°30'0"N on the south, and the corresponding segment of the US coastline on the north)

CME Rulebook Chapter 432 CME Hurricane Index Seasonal Maximum Cat-In-A-Box Futures Contract

Galveston-Mobile (area bounded by 95°30'0"W on the west, 87°30'0"W on the east, 27°30'0"N on the south, and the corresponding segment of the US coastline on the north)

CME Rulebook Chapter 432A Options on CME Hurricane Index Seasonal Maximum Cat-In-A-Box Futures Contract

Galveston-Mobile (area bounded by 95°30'0"W on the west, 87°30'0"W on the east, 27°30'0"N on the south, and the corresponding segment of the US coastline on the north)

CME Rulebook Chapter 441 CME Rainfall Index Futures Contract

Chicago O'Hare International Airport (WBAN 94846)  
Dallas-Fort Worth International Airport (WBAN 03927)  
Des Moines International Airport (WBAN 14933)  
Detroit Metro Airport (WBAN 94847)  
Jacksonville International Airport (WBAN 13889)  
Los Angeles Downtown USC Campus (WBAN 93134)  
New York LaGuardia Airport (WBAN 14732)  
Portland International Airport (WBAN 24229)  
Raleigh/Durham International Airport (WBAN 13722)  
Kansas City International Airport (WBAN 03947)

CME Rulebook Chapter 441A Options on CME Rainfall Index Futures Contract

Chicago O'Hare International Airport (WBAN 94846)  
Dallas-Fort Worth International Airport (WBAN 03927)  
Des Moines International Airport (WBAN 14933)  
Detroit Metro Airport (WBAN 94847)  
Jacksonville International Airport (WBAN 13889)  
Los Angeles Downtown USC Campus (WBAN 93134)  
New York LaGuardia Airport (WBAN 14732)  
Portland International Airport (WBAN 24229)

Raleigh/Durham International Airport (WBAN 13722)  
Kansas City International Airport (WBAN 03947)

CME Rulebook Chapter 442 CME Seasonal Strip Rainfall Index Futures Contract

Chicago O'Hare International Airport (WBAN 94846)  
Dallas-Fort Worth International Airport (WBAN 03927)  
Des Moines International Airport (WBAN 14933)  
Detroit Metro Airport (WBAN 94847)  
Jacksonville International Airport (WBAN 13889)  
Los Angeles Downtown USC Campus (WBAN 93134)  
New York LaGuardia Airport (WBAN 14732)  
Portland International Airport (WBAN 24229)  
Raleigh/Durham International Airport (WBAN 13722)  
Kansas City International Airport (WBAN 03947)

CME Rulebook Chapter 442A Options on CME Seasonal Strip Rainfall Index Futures Contract

Chicago O'Hare International Airport (WBAN 94846)  
Dallas-Fort Worth International Airport (WBAN 03927)  
Des Moines International Airport (WBAN 14933)  
Detroit Metro Airport (WBAN 94847)  
Jacksonville International Airport (WBAN 13889)  
Los Angeles Downtown USC Campus (WBAN 93134)  
New York LaGuardia Airport (WBAN 14732)  
Portland International Airport (WBAN 24229)  
Raleigh/Durham International Airport (WBAN 13722)  
Kansas City International Airport (WBAN 03947)

These contracts will be permanently delisted from the CME trading floor and Globex, the venues on which there were listed. There is no open interest in these contracts.

The respective product rule chapters and terms and conditions contained in the Position Limit, Position Accountability and Reportable Level Table located in the Interpretations and Special Notices Section of Chapter 5 (Trading Qualifications and Practices) of the CME Rulebook will be removed from the Exchange Rulebook. These amendments are described in Appendix A and B.

CME business staff responsible for the delisting of the contracts and the CME Legal Department collectively reviewed the designated contract market core principles ("Core Principles") as set forth in the Commodity Exchange Act ("CEA" or "Act"). During the review, CME staff identified that the delisting of the contracts may have some bearing on the following Core Principles:

- Emergency Authority: There is no open interest in these contracts, and therefore there will be no market disruption related to their delisting.
- Availability of General Information: Notice will be made of the contracts' delisting, and upon delisting, the terms and conditions of these contracts will no longer be available to the marketplace.

Pursuant to Section 5c(c) of the Act and CFTC Regulation 40.6(a), the Exchange hereby certifies that the delisting of these contracts complies with the Act, including regulations under the Act. There were no substantive opposing views to this proposal.

The Exchange certifies that this submission has been concurrently posted on the Exchange's website at <http://www.cmegroup.com/market-regulation/rule-filings.html>.

Should you have any questions concerning the above, please contact the undersigned at (212) 299-2200 or via e-mail at [Christopher.Bowen@cme.com](mailto:Christopher.Bowen@cme.com).

Sincerely,

/s/ Christopher Bowen  
Managing Director and Chief Regulatory Counsel

Attachments:

Appendix A – Amendments to CME Position Limit Table (attached under separate cover)  
Appendix B – CME Rulebook Revision

## **Appendix A**

### **Amendments to CME Chapter 5 Position Limit Table**

(attached under separate cover)

## Appendix B

(strikethrough indicates deletion)

### **Chapter 402 CME Seasonal Strip Snowfall Index Futures**

#### **40200. SCOPE OF CHAPTER**

~~This chapter is limited in application to CME Seasonal Strip Snowfall Index futures. In addition to this chapter, CME Seasonal Strip Snowfall Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.~~

~~For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.~~

#### **40201. CONTRACT SPECIFICATIONS**

~~Daily snowfall is defined as the total snowfall recorded at a particular location between midnight and 11:59 p.m. as reported by MDA Information Systems, Inc.~~

~~Each particular CME Seasonal Strip Snowfall Index is defined as the accumulation of like snowfall values over a minimum of two, and a maximum of six, consecutive calendar months. The first calendar month in the strip may be November or later, and the last calendar month in the strip may be April or earlier. The accumulation period for each strip contract begins with the first calendar day of the contract month of the strip and ends with the last calendar day of the last month of the defined strip.~~

~~The table below lists the cities and their corresponding weather stations:~~

##### **Listing Cities and Corresponding Weather Stations**

~~New York Central Park (WBAN 94728)~~

~~Boston Logan International Airport (WBAN-14739)~~

~~New York LaGuardia Airport (WBAN-14732)~~

~~Chicago O'Hare International Airport (WBAN 94846)~~

~~Minneapolis/St. Paul Airport (WBAN-14922)~~

~~Detroit Metro Airport (WBAN-94847)~~

~~Newark International Airport (WBAN-14734)~~

~~Baltimore-Washington International Airport (WBAN-93721)~~

~~Columbus-Port Columbus International Airport (WBAN-14821)~~

~~Colorado Springs Municipal Airport (WBAN-93037)~~

#### **40202. TRADING SPECIFICATIONS**

##### **40202.A. Trading Schedule**

~~Futures contracts shall be scheduled for trading and delivery during such hours in such months as may be determined by the Exchange.~~

##### **40202.B. Trading Unit**

~~The size of the unit of trading shall be \$500 times the respective CME Seasonal Strip Snowfall Index.~~

##### **40202.C. Price Increments**

~~The minimum price fluctuation on the respective CME Seasonal Strip Snowfall Index futures shall be 0.1 (one-tenth) index point and have a value of \$50. Each index point is equal to 1 inch of snowfall.~~

##### **40202.D. Position Limits, Exemptions, Position Accountability and Reportable Levels**

~~The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.~~

~~A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion. © Copyright Chicago Mercantile Exchange, Inc. All rights reserved. Page 2 of 2~~

~~Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.~~

##### **40202.E. [Reserved]**

##### **40202.F. [Reserved]**

##### **40202.G. Termination of Trading**

~~Futures trading shall terminate at 9:00 a.m. on the second Exchange Business Day after the last calendar day of the last month of the defined strip.~~

##### **40202.H. [Reserved]**

##### **40202.I. [Reserved]**

#### **40203. SETTLEMENT PROCEDURES**

##### **40203.A. Final Settlement Price**

~~All futures contracts remaining open at the termination of trading shall be settled using the respective CME Seasonal Strip Snowfall Index reported by MDA Information Systems, Inc. for that city for that contract period.~~

using the methodology in effect on that date, on the second Exchange Business Day after the last calendar day of the last month of the defined strip. For example, on April 4, 2006, the November 2005 – March 2006 futures contract on the Boston CME Seasonal Strip Snowfall Index would have been settled at 38.30.

**40203.B. Final Settlement**

Clearing members holding open positions in a CME Seasonal Strip Snowfall Index futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

**40204. [RESERVED]**

**40205.-06. [RESERVED]**

**INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 402**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts, options on futures contract and binary options on futures contracts based on such Data. MDA makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures, binary's on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties or merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 402A**

**Options on CME Seasonal Strip Snowfall Index Futures**

**402A00. SCOPE OF CHAPTER**

This chapter is limited in application to options on CME Seasonal Strip Snowfall Index futures. In addition to this chapter, options on CME Seasonal Strip Snowfall Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**402A01. OPTIONS CHARACTERISTICS**

**402A01.A. Contract Months and Trading Hours**

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

**402A01.B. Trading Unit**

The trading unit shall be an option to buy, in the case of the call, or to sell, in the case of the put, one respective CME Seasonal Strip Snowfall Index futures contract as specified in Chapter 402.

**402A01.C. Minimum Fluctuations**

The price of an option shall be quoted in terms of the respective CME Seasonal Strip Snowfall Index. Each index point represents \$500. For example, a quote of 2 index points represents \$1,000. The minimum fluctuation shall be 0.1 (one-tenth) index point (also known as one tick), equal to \$50.

**402A01.D. [Reserved]**

**402A01.E. Exercise Prices**

Exercise prices shall be stated in terms of the respective CME Seasonal Strip Snowfall Index futures contract. Eligible exercise prices shall also be at intervals of 0.1 (one-tenth) index point (e.g., 1.0, 1.1, 1.2, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 0.1 (one-tenth) index point in a range of 0 to 200 index points. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

**402A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

402A01.G. [Reserved]

402A01.H. [Reserved]

402A01.I. Termination of Trading

Options trading shall terminate on the same date and time as the underlying futures contract.

402A01.J. [Reserved]

**402A02. EXERCISE AND ASSIGNMENT**

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of the CME Seasonal Strip Snowfall Index options. © Copyright Chicago Mercantile Exchange, Inc. All rights reserved. Page 2 of 2

402A02.A. Exercise of Option by Buyer

An option may be exercised by the buyer only on the termination of Trading Day. To exercise an option the clearing member representing the buyer shall present an exercise notice to the Clearing House by 7:00 p.m. on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

402A02.B. Assignment

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following Business Day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the Trading Day of acceptance by the Clearing House of the exercise notice.

**402A03. [RESERVED]**

(End Chapter 402A)

**INTERPRETATIONS & SPECIAL NOTICES**

**RELATING TO CHAPTER 402A**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. MDA makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 416  
CME Frost Index Futures**

**41600. SCOPE OF CHAPTER**

This chapter is limited in application to CME Frost Index futures. In addition to this chapter, CME Frost Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**41601. CONTRACT SPECIFICATIONS**

**1. Frost Index Point**

A "Frost Index Point" shall be recorded whenever one or more of the following conditions are met for a particular location:

- The temperature at 0700 local time (0600 UTC, except 0500 UTC beginning the last Sunday in March) is less than or equal to -3.5 degrees Celsius;

- The temperature at 1000 local time (0900 UTC, except 0800 UTC beginning the last Sunday in March) is less than or equal to -1.5 degrees Celsius;
- The temperature at 0700 local time (0600 UTC, except 0500 UTC beginning the last Sunday in March) is less than or equal to -0.5 degrees Celsius, and the temperature at 1000 local time (0900 UTC, except 0800 UTC beginning the last Sunday in March) is less than or equal to -0.5 degrees Celsius.

## 2. The CME Frost Indexes and Listing Cities

Each particular CME Frost index is the accumulation of like Frost Index Points during a month within the period beginning the first Monday in November and ending the last Friday in March, excluding Saturdays, Sundays, December 25, December 26, and January 1. Each particular Index shall be computed by MDA Information Systems, Inc. using final temperature observations reported by the respective national meteorological office.

### Listing Cities and Corresponding Weather Stations

- Amsterdam-Schiphol, Netherlands (WMO 06240)

## 41602. TRADING SPECIFICATIONS

### 41602.A. Trading Schedule

Futures contracts shall be scheduled for trading and delivery during such hours in such months as may be determined by the Exchange.

### 41602.B. Trading Unit

The size of the unit of trading shall be 10,000 Euros (€) times the respective CME Frost Index.

### 41602.C. Price Increments

The minimum price fluctuation on the respective CME Frost Index futures shall be .01 index points and have a value of 100 Euros (€).

### 41602.D. Position Limits, Exemptions, Position Accountability and Reportable Levels

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

### 41602.E. [Reserved]

### 41602.F. [Reserved]

### 41602.G. Termination of Trading

For the November, December, January and February contract months, futures trading shall terminate at 9:00 a.m. on the fifth Exchange Business Day after the respective futures contract month. For the March contract month only, futures trading shall terminate at 9:00 a.m. on the fifth Exchange Business Day after the last Friday in March.

### 41602.H. [Reserved]

### 41602.I. [Reserved]

## 41603. SETTLEMENT PROCEDURES

**41603.A. Final Settlement Price**

All futures contracts remaining open at the termination of trading shall be settled using the respective CME Frost Index reported by MDA Information Systems, Inc. for that city for that contract period, using the methodology in effect on that date. For the November, December, January and February contract months, final settlement shall occur on the fifth Exchange Business Day after the respective futures contract month. For the March contract month only, final settlement shall occur on the fifth Exchange Business Day after the last Friday in March. For example, on March 7, 2005, the February 2005 futures contract on the CME Amsterdam-Schiphol Frost Index would have been settled at 2.00 Frost Index Points.

**41603.B. Final Settlement**

Clearing members holding open positions in a CME Frost Index futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

41604. [RESERVED]

41605.-06. [RESERVED]

(End Chapter 416)

**INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 416**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. MDA makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 416A  
Options on CME Frost Index Futures**

**416A00. SCOPE OF CHAPTER**

This chapter is limited in application to options on CME Frost Index futures. In addition to this chapter, options on CME Frost Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**416A01. OPTIONS CHARACTERISTICS**

**416A01.A. Contract Months and Trading Hours**

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

**416A01.B. Trading Unit**

The trading unit shall be an option to buy, in the case of the call, or to sell, in the case of the put, one respective CME Frost Index futures contract as specified in Chapter 416.

**416A01.C. Minimum Fluctuations**

The price of an option shall be quoted in terms of the respective CME Frost Index. Each index point represents 10,000 Euros (€). For example, a quote of 2.00 index points represents 20,000 Euros (€). The minimum fluctuation shall be .01 index point (also known as one tick), equal to 100 Euros (€).

**416A01.D. [Reserved]**

**416A01.E. Exercise Prices**

Exercise prices shall be stated in terms of the respective CME Frost Index futures contract. Eligible exercise prices shall also be at intervals of .01 index point (e.g., 10.01, 10.02, 10.03, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of .01 index point in a range of .01 to 20.00 index points upon demand evidenced in the options pit. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

**416A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**416A01.G. [Reserved]**

**416A01.H. [Reserved]**

**416A01.I. Termination of Trading**

Options trading shall terminate on the same date and time as the underlying futures contract.

**416A01.J. [Reserved]**

**416A02. EXERCISE AND ASSIGNMENT**

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of the CME Frost Index options.

**416A02.A. Exercise of Option by Buyer**

An option may be exercised by the buyer only on the termination of Trading Day. To exercise an option the clearing member representing the buyer shall present an exercise notice to the Clearing House by 7:00 p.m. on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

**416A02.B. Assignment**

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following Business Day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the Trading Day of acceptance by the Clearing House of the exercise notice.

**416A03. [RESERVED]**

(End Chapter 416A)

INTERPRETATIONS & SPECIAL NOTICES  
RELATING TO CHAPTER 416A

LIMITATION OF LIABILITY AND DISCLAIMER

MDA Information Systems, Inc. ("MDA", formerly "EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. MDA makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

Chapter 417  
CME Seasonal Frost Index Futures

41700. SCOPE OF CHAPTER

This chapter is limited in application to CME Seasonal Frost Index futures. In addition to this chapter, CME Seasonal Frost Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

41701. CONTRACT SPECIFICATIONS

1. Frost Index Point

A "Frost Index Point" shall be recorded whenever one or more of the following conditions are met for a particular location:

- The temperature at 0700 local time (0600 UTC, except 0500 UTC beginning the last Sunday in March) is less than or equal to -3.5 degrees Celsius;
- The temperature at 1000 local time (0900 UTC, except 0800 UTC beginning the last Sunday in March) is less than or equal to -1.5 degrees Celsius;
- The temperature at 0700 local time (0600 UTC, except 0500 UTC beginning the last Sunday in March) is less than or equal to -0.5 degrees Celsius, and the temperature at 1000 local time (0900 UTC, except 0800 UTC beginning the last Sunday in March) is less than or equal to -0.5 degrees Celsius.

2. The CME Seasonal Frost Indexes and Listing Cities

Each particular CME Seasonal Frost Index is the accumulation of like Frost Index Points over the 5-month period beginning the first Monday in November and ending the last Friday in March, excluding Saturdays, Sundays, December 25, December 26, and January 1. Each particular Index shall be computed by MDA Information Systems, Inc. using final temperature observations reported by the respective national meteorological office.

The temperature for a particular location is reported from a specific weather station. The table below lists the cities and their corresponding weather stations:

Listing Cities and Corresponding Weather Stations

- Amsterdam-Schiphol, Netherlands (WMO 06240)

41702. TRADING SPECIFICATIONS

41702.A. Trading Schedule

Futures contracts shall be scheduled for trading and delivery during such hours in such months as may be determined by the Exchange.

41702.B. Trading Unit

The size of the unit of trading shall be 10,000 Euros (€) times the respective CME Seasonal Frost Index.

41702.C. Price Increments

The minimum price fluctuation on the respective CME Seasonal Frost Index futures shall be .01 index

point and have a value of 100 Euros (€).

**41702.D. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona-fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**41702.E. [Reserved]**

**41702.F. [Reserved]**

**41702.G. Termination of Trading**

Futures trading shall terminate at 9:00 a.m. on the fifth Exchange Business Day after the last Friday in March.

**41702.H. [Reserved]**

**41702.I. [Reserved]**

**41703. SETTLEMENT PROCEDURES**

**41703.A. Final Settlement Price**

All futures contracts remaining open at the termination of trading shall be settled using the respective CME Seasonal Frost Index reported by MDA Information Systems, Inc. for that city for that contract period, using the methodology in effect on that date, on the fifth Exchange Business Day after the last Friday in March. For example, on April 1, 2005, the March 2005 futures contract on the CME Amsterdam-Schiphol Seasonal Frost Index would have been settled at 10.00 Frost Index Points.

**41703.B. Final Settlement**

Clearing members holding open positions in a CME Seasonal Frost Index futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

41704. [RESERVED]

41705. - 06. [RESERVED]

(End Chapter 417)

**INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 417**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. MDA makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 417A  
Options on CME Seasonal Frost Index Futures**

**417A00. SCOPE OF CHAPTER**

This chapter is limited in application to options on CME Seasonal Frost Index futures. In addition to

this chapter, options on CME Seasonal Frost Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

#### 417A01. OPTIONS CHARACTERISTICS

##### 417A01.A. Contract Months and Trading Hours

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

##### 417A01.B. Trading Unit

The trading unit shall be an option to buy, in the case of the call, or to sell, in the case of the put, one respective CME Seasonal Frost Index futures contract as specified in Chapter 417.

##### 417A01.C. Minimum Fluctuations

The price of an option shall be quoted in terms of the respective CME Seasonal Frost Index. Each index point represents 10,000 Euros (€). For example, a quote of 2.00 index points represents 20,000 Euros (€). The minimum fluctuation shall be .01 index point (also known as one tick), equal to 100 Euros (€).

##### 417A01.D. [Reserved]

##### 417A01.E. Exercise Prices

Exercise prices shall be stated in terms of the respective CME Seasonal Frost Index futures contract. Eligible exercise prices shall also be at intervals of .01 index point (e.g., 10.01, 10.02, 10.03, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of .01 index point in a range of .01 to 50.00 index points upon demand evidenced in the options pit. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

##### 417A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

##### 417A01.G. [Reserved]

##### 417A01.H. [Reserved]

##### 417A01.I. Termination of Trading

Options trading shall terminate on the same date and time as the underlying futures contract.

##### 417A01.J. [Reserved]

#### 417A02. EXERCISE AND ASSIGNMENT

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of the CME Seasonal Frost Index options.

##### 417A02.A. Exercise of Option by Buyer

An option may be exercised by the buyer only on the termination of Trading Day. To exercise an option the clearing member representing the buyer shall present an exercise notice to the Clearing House by 7:00 p.m. on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the

~~absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.~~

**417A02.B. Assignment**

~~Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following Business Day.~~

~~The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.~~

~~All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the Trading Day of acceptance by the Clearing House of the exercise notice.~~

417A03. **[RESERVED]**  
(End Chapter 417A)

**INTERPRETATIONS & SPECIAL NOTICES  
RELATING TO CHAPTER 417A**

**LIMITATION OF LIABILITY AND DISCLAIMER**

~~MDA Information Systems, Inc. ("MDA", formerly "EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. MDA makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.~~

**Chapter 418  
CME Snowfall Index Futures**

**41800. SCOPE OF CHAPTER**

~~This chapter is limited in application to CME Snowfall Index futures. In addition to this chapter, CME Snowfall Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.~~

~~For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.~~

**41801. CONTRACT SPECIFICATIONS**

~~Daily snowfall is defined as the total snowfall recorded at a particular location between midnight and 11:59 p.m. as reported by MDA Information Systems, Inc.~~

~~Monthly snowfall is defined as the sum of daily snowfall values for a particular location for a calendar month. The accumulation period for each contract begins with the first calendar day of the contract month and ends with the last calendar day of the contract month.~~

~~The table below lists the cities and their corresponding weather stations:~~

**a) Listing Cities and Corresponding Weather Stations**

~~New York Central Park (WBAN 94728)~~

~~Boston Logan International Airport (WBAN 14739)~~

~~New York LaGuardia Airport (WBAN 14732)~~

~~Chicago O'Hare International Airport (WBAN 94846)~~

~~Minneapolis/St. Paul Airport (WBAN 14922)~~

~~Detroit Metro Airport (WBAN 94847)~~

~~Newark International Airport (WBAN 14734)~~

~~Baltimore-Washington International Airport (WBAN 93721)~~

~~Columbus-Port-Columbus International Airport (WBAN 14821)~~

Colorado Springs Municipal Airport (WBAN 93037)

41802. TRADING SPECIFICATIONS

41802.A. **Trading Schedule**

Futures contracts shall be scheduled for trading and delivery during such hours in such months as may be determined by the Exchange.

41802.B. **Trading Unit**

The size of the unit of trading shall be \$500 times the respective CME Snowfall Index.

41802.C. **Price Increments**

The minimum price fluctuation on the respective CME Snowfall Index futures shall be 0.1 (one-tenth) index point and have a value of \$50. Each index point is equal to 1 inch of snowfall.

41802.D. **Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

41802.E. **[Reserved]**

41802.F. **[Reserved]**

41802.G. **Termination of Trading**

Futures trading shall terminate at 9:00 a.m. on the second Exchange Business Day after the futures contract month.

41802.H. **[Reserved]**

41802.I. **[Reserved]**

41803. SETTLEMENT PROCEDURES

41803.A. **Final Settlement Price**

All futures contracts remaining open at the termination of trading shall be settled using the respective CME Snowfall Index reported by MDA Information Systems, Inc. for that city for that contract month, using the methodology in effect on that date, on the second Exchange Business Day after the futures contract month. For example, on January 4, 2006, the December 2005 futures contract on the Boston CME Snowfall Index would have been settled at 10.70.

41803.B. **Final Settlement**

Clearing members holding open positions in a CME Snowfall Index futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

41804. **[RESERVED]**

41805.-06. **[RESERVED]**

(End Chapter 418)

INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 418

LIMITATION OF LIABILITY AND DISCLAIMER

MDA Information Systems, Inc. ("MDA", formerly "EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. MDA makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

## **Chapter 418A Options on CME Snowfall Index Futures**

### **418A00. SCOPE OF CHAPTER**

This chapter is limited in application to options on CME Snowfall Index futures. In addition to this chapter, options on CME Snowfall Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

### **418A01. OPTIONS CHARACTERISTICS**

#### **418A01.A. Contract Months and Trading Hours**

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

#### **418A01.B. Trading Unit**

The trading unit shall be an option to buy, in the case of the call, or to sell, in the case of the put, one respective CME Snowfall Index futures contract as specified in Chapter 418.

#### **418A01.C. Minimum Fluctuations**

The price of an option shall be quoted in terms of the respective CME Snowfall Index. Each index point represents \$500. For example, a quote of 2 index points represents \$1,000. The minimum fluctuation shall be 0.1 (one-tenth) index point (also known as one tick), equal to \$50.

#### **418A01.D. [Reserved]**

#### **418A01.E. Exercise Prices**

Exercise prices shall be stated in terms of the respective CME Snowfall Index futures contract. Eligible exercise prices shall also be at intervals of 0.1 (one-tenth) index point (e.g., 1.0, 1.1, 1.2, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 0.1 (one-tenth) index point in a range of 0 to 50 index points. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

#### **418A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

#### **418A01.G. [Reserved]**

#### **418A01.H. [Reserved]**

#### **418A01.I. Termination of Trading**

Options trading shall terminate on the same date and time as the underlying futures contract.

418A01.J. **[Reserved]**

418A02. EXERCISE AND ASSIGNMENT

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of the CME Snowfall Index options.

418A02.A. **Exercise of Option by Buyer**

An option may be exercised by the buyer only on the termination of Trading Day. To exercise an option the clearing member representing the buyer shall present an exercise notice to the Clearing House by 7:00 p.m. on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

418A02.B. **Assignment**

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following Business Day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the Trading Day of acceptance by the Clearing House of the exercise notice.

418A03. **[RESERVED]**

(End Chapter 418A)

INTERPRETATIONS & SPECIAL NOTICES  
RELATING TO CHAPTER 418A

LIMITATION OF LIABILITY AND DISCLAIMER

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Chapter 423  
CME Hurricane Index Second Event Seasonal Maximum Futures

42300. SCOPE OF CHAPTER

This chapter is limited in application to CME Hurricane Index™ ("CHI™") Second Event Seasonal Maximum futures. In addition to this chapter, CHI Second Event Seasonal Maximum futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

42301. CONTRACT SPECIFICATIONS

CHI Second Event Seasonal Maximum values will be calculated by MDA Information Systems, Inc., using the methods described in the "CME Hurricane Index: Scope and Definitions" document, for hurricanes making landfall in the following locations:

• Gulf Coast (Brownsville, TX to AL/FL Border)

- Florida (AL/FL Border to Fernandina Beach, FL)
- Southern Atlantic Coast (Fernandina Beach, FL to NC/VA Border)
- Northern Atlantic Coast (NC/VA Border to Eastport, ME)
- Eastern US (Brownsville, TX to Eastport, ME)
- Gulf + Florida (Brownsville, TX to Fernandina Beach, FL)
- Florida Gold Coast (Card Sound Bridge, FL to Jupiter Inlet, FL)
- Florida + Southern Atlantic + Northern Atlantic (AL/FL Border to Eastport, ME)

Separate futures contracts will be listed for trading on the second hurricane to make landfall in a specific location (e.g., Gulf Coast) between January 1 and December 31 inclusive of a calendar year with a particular maximum CHI value.

#### 42302. TRADING SPECIFICATIONS

##### 42302.A. **Trading Schedule**

Futures contracts shall be scheduled for trading during such hours in such months as may be determined by the Exchange.

##### 42302.B. **Trading Unit**

The size of the unit of trading shall be \$100,000 times the respective CHI.

##### 42302.C. **Price Increments**

The minimum price fluctuation on the respective CHI Second Event Seasonal Maximum futures shall be 0.1 index point, and have a value of \$10,000.

##### 42302.D. **Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona-fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

##### 42302.E. **[Reserved]**

##### 42302.F. **[Reserved]**

##### 42302.G. **Termination of Trading**

Futures trading shall terminate at 9:00 a.m. on the first Exchange Business Day that is at least five calendar days following December 31.

##### 42302.H. **[Reserved]**

##### 42302.I. **[Reserved]**

#### 42303. SETTLEMENT PROCEDURES

##### 42303.A. **Final Settlement Price**

All futures contracts remaining open at the termination of trading shall be settled using the respective CHI Seasonal Maximum final value reported by MDA Information Systems, Inc., using the methodology in effect on that date. For example, on January 5, 2006, the 2005 Gulf Coast Second Event Seasonal Maximum contract would have been settled at 9.9 CHI index points (i.e., Hurricane Rita, which made landfall after Hurricane Katrina).

##### 42303.B. **Final Settlement**

Clearing members holding open positions in a CHI Second Event Seasonal Maximum futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

#### 42304. [RESERVED]

42305-06. [RESERVED]

(End Chapter 423)

**INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 423**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 423A**

**Options on CME Hurricane Index Second Event Seasonal Maximum Futures**

**423A00. SCOPE OF CHAPTER**

This chapter is limited in application to options on CME Hurricane Index™ ("CHI"™) Second Event Seasonal Maximum futures. In addition to this chapter, options on CHI Second Event Seasonal Maximum futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**423A01. OPTIONS CHARACTERISTICS**

**423A01.A. Contract Months and Trading Hours**

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

**423A01.B. Trading Unit**

The trading unit for a call option shall be an options combination, consisting of a long call and a short call, and will give the buyer the right to purchase one respective CHI Second Event Seasonal Maximum futures contract as specified in Chapter 423. The trading unit for a put option shall be an options combination, consisting of a long put and a short put, and will give the buyer the right to sell one respective CHI Second Event Seasonal Maximum futures contract as specified in Chapter 423.

A call options combination will consist of purchasing a call option for one futures contract at a fixed strike price and selling a call option for one futures contract at a fixed strike price. A put options combination will consist of selling a put option for one futures contract at a fixed strike price and purchasing a put option for one futures contract at a fixed strike price.

The Exchange will list the available call and put options combinations and will also determine the sequential strike intervals that will be listed for trading (e.g., Long Call 20.0 – Short Call 20.1; Long Call 20.1 – Short Call 20.2, etc.)

**423A01.C. Minimum Fluctuations**

The price of an option shall be quoted in terms of the respective CHI. Each index point represents \$100,000. For example, a quote of 2 index points represents \$200,000. The minimum fluctuation shall be 0.001 CHI (also known as one tick), equal to \$100.

**423A01.D. [Reserved]**

**423A01.E. Exercise Prices**

Exercise prices shall be stated in terms of the respective CHI Second Event Seasonal Maximum futures contract. Eligible exercise prices shall be at intervals of 0.1 index point (e.g., 10.1, 10.2, 10.3, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 0.1 index point in a range of 0 to 50 index points. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

**423A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**423A01.G. [Reserved]**

**423A01.H. [Reserved]**

**423A01.I. Termination of Trading**

Options trading shall terminate on the same date and time as the underlying futures contract.

**423A01.J. [Reserved]**

**423A02. EXERCISE AND ASSIGNMENT**

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of CHI Second Event Seasonal Maximum options.

**423A02.A. Exercise of Option by Buyer**

An option may be exercised by the buyer only on the last day of trading. Exercise of an option is accomplished by the clearing member representing the buyer presenting an Exercise Notice to the Clearing House by 7:00 p.m. on the day of exercise. An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

**423A02.B. Assignment**

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following Business Day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the Trading Day of acceptance by the Clearing House of the exercise notice.

**423A03. [RESERVED]**

(End Chapter 423A)

**INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 423A**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 427  
CME Hurricane Index Seasonal Futures**

**42700. SCOPE OF CHAPTER**

This chapter is limited in application to CME Hurricane Index™ ("CHI"™) Seasonal futures. In addition to this chapter, CHI Seasonal futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**42701. CONTRACT SPECIFICATIONS**

CHI Seasonal values will be calculated by MDA Information Systems, Inc., using the methods described in the "CME Hurricane Index: Scope and Definitions" document, for hurricanes making landfall in the following locations:

- Gulf Coast (Brownsville, TX to AL/FL Border)
- Florida (AL/FL Border to Fernandina Beach, FL)
- Southern Atlantic Coast (Fernandina Beach, FL to NC/VA Border)
- Northern Atlantic Coast (NC/VA Border to Eastport, ME)
- Eastern US (Brownsville, TX to Eastport, ME)
- Gulf + Florida (Brownsville, TX to Fernandina Beach, FL)
- Florida Gold Coast (Card Sound Bridge, FL to Jupiter Inlet, FL)
- Florida + Southern Atlantic + Northern Atlantic (AL/FL Border to Eastport, ME)

Separate futures contracts will be listed for trading on the accumulated CHI final settlement values for all hurricanes that make landfall in a specific location (e.g., Gulf Coast) between January 1 and December 31 inclusive of a calendar year.

**42702. TRADING SPECIFICATIONS**

**42702.A. Trading Schedule**

Futures contracts shall be scheduled for trading during such hours in such months as may be determined by the Exchange.

**42702.B. Trading Unit**

The size of the unit of trading shall be \$100,000 times the respective CHI Seasonal total.

**42702.C. Price Increments**

The minimum price fluctuation on the respective CHI Seasonal futures shall be 0.1 index point, and have a value of \$10,000.

**42702.D. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

42702.E. [Reserved]

42702.F. [Reserved]

42702.G. **Termination of Trading**

Futures trading shall terminate at 9:00 a.m. on the first Exchange Business Day that is at least five calendar days following December 31.

42702.H. [Reserved]

42702.I. [Reserved]

#### 42703. SETTLEMENT PROCEDURES

42703.A. **Final Settlement Price**

All futures contracts remaining open at the termination of trading shall be settled using the respective CHI Seasonal final value reported by MDA Information Systems, Inc., using the methodology in effect on that date. For example, on January 5, 2006, the 2005 Gulf Coast Seasonal contract would have been settled at 28.9 CHI index points.

42703.B. **Final Settlement**

Clearing members holding open positions in a CHI Seasonal futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

42704. [RESERVED]

42705. 06. [RESERVED]

(End Chapter 427)

#### INTERPRETATIONS AND SPECIAL NOTICES RELATING TO CHAPTER 427

##### LIMITATION OF LIABILITY AND DISCLAIMER

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

#### Chapter 427A Options on CME Hurricane Index Seasonal Futures

##### 427A00. SCOPE OF CHAPTER

This chapter is limited in application to options on CME Hurricane Index™ ("CHI"™) Seasonal futures. In addition to this chapter, options on CHI Seasonal futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

##### 427A01. OPTIONS CHARACTERISTICS

**427A01.A. Contract Months and Trading Hours**

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

**427A01.B. Trading Unit**

The trading unit for a call option shall be an options combination, consisting of a long call and a short call, and will give the buyer the right to purchase one respective CHI Seasonal futures contract as specified in Chapter 427. The trading unit for a put option shall be an options combination, consisting of a long put and a short put, and will give the buyer the right to sell one respective CHI Seasonal futures contract as specified in Chapter 427.

A call options combination will consist of purchasing a call option for one futures contract at a fixed strike price and selling a call option for one futures contract at a fixed strike price. A put options combination package will consist of selling a put option for one futures contract at a fixed strike price and purchasing a put option for one futures contract at a fixed strike price.

The Exchange will list the available call and put options combination packages and will also determine the sequential strike intervals that will be listed for trading (e.g., Long Call 20.0 – Short Call 20.1; Long Call 20.1 – Short Call 20.2, etc.)

**427A01.C. Minimum Fluctuations**

The price of an option shall be quoted in terms of the respective CHI. Each index point represents \$100,000. For example, a quote of 2 index points represents \$200,000. The minimum fluctuation shall be 0.001 CHI (also known as one tick), equal to \$100.

**427A01.D. [Reserved]**

**427A01.E. Exercise Prices**

Exercise prices shall be stated in terms of the respective CHI Seasonal futures contract. Eligible exercise prices shall be at intervals of 0.1 index point (e.g., 10.1, 10.2, 10.3, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 0.1 index point in a range of 0 to 50 index points. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

**427A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**427A01.G. [Reserved]**

**427A01.H. [Reserved]**

**427A01.I. Termination of Trading**

Options trading shall terminate on the same date and time as the underlying futures contract.

**427A01.J. [Reserved]**

**427A02. EXERCISE AND ASSIGNMENT**

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of CHI Seasonal options.

**427A02.A. Exercise of Option by Buyer**

An option may be exercised by the buyer on any Business Day the option is traded. Exercise of an option is accomplished by the clearing member representing the buyer presenting an Exercise Notice to the Clearing House by 7:00 p.m. on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

**427A02.B. Assignment**

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following business day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the Trading Day of acceptance by the Clearing House of the exercise notice.

427A03. **[RESERVED]**  
(End Chapter 427A)

**INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 427A**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 428  
CME Hurricane Index Seasonal Maximum Futures**

**42800. SCOPE OF CHAPTER**

This chapter is limited in application to CME Hurricane Index™ ("CHI"™) Seasonal Maximum futures. In addition to this chapter, CHI Seasonal Maximum futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**42801. CONTRACT SPECIFICATIONS**

CHI Seasonal Maximum values will be calculated by MDA Information Systems, Inc., using the methods described in the "CME Hurricane Index: Scope and Definitions" document, for hurricanes making landfall in the following locations:

- Gulf Coast (Brownsville, TX to AL/FL Border)
- Florida (AL/FL Border to Fernandina Beach, FL)
- Southern Atlantic Coast (Fernandina Beach, FL to NC/VA Border)
- Northern Atlantic Coast (NC/VA Border to Eastport, ME)
- Eastern US (Brownsville, TX to Eastport, ME)
- Gulf + Florida (Brownsville, TX to Fernandina Beach, FL)

- Florida Gold Coast (Card Sound Bridge, FL to Jupiter Inlet, FL)
- Florida + Southern Atlantic + Northern Atlantic (AL/FL Border to Eastport, ME)

Separate futures contracts will be listed for trading on the maximum CHI final settlement value for hurricanes that make landfall in a specific location (e.g., Gulf Coast) between January 1 and December 31 inclusive of a calendar year.

42802. TRADING SPECIFICATIONS

**42802.A. Trading Schedule**

Futures contracts shall be scheduled for trading during such hours in such months as may be determined by the Exchange.

**42802.B. Trading Unit**

The size of the unit of trading shall be \$100,000 times the respective CHI.

**42802.C. Price Increments**

The minimum price fluctuation on the respective CHI seasonal maximum futures shall be 0.1 index point, and have a value of \$10,000.

**42802.D. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**42802.E. [Reserved]**

**42802.F. [Reserved]**

**42802.G. Termination of Trading**

Futures trading shall terminate at 9:00 a.m. on the first Exchange Business Day that is at least five calendar days following December 31.

**42802.H. [Reserved]**

**42802.I. [Reserved]**

42803. SETTLEMENT PROCEDURES

**42803.A. Final Settlement Price**

All futures contracts remaining open at the termination of trading shall be settled using the respective CHI Seasonal Maximum final value reported by MDA Information Systems, Inc., using the methodology in effect on that date. For example, on January 5, 2006, the 2005 Gulf Coast Seasonal Maximum contract would have been settled at 19.0 CHI index points.

**42803.B. Final Settlement**

Clearing members holding open positions in a CHI Seasonal Maximum futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

42804. [RESERVED]

42805-06. [RESERVED]

(End Chapter 428)

**INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 428**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 428A  
Options on CME Hurricane Index  
Seasonal Maximum Futures**

**428A00. SCOPE OF CHAPTER**

This chapter is limited in application to options on CME Hurricane Index™ ("CHI"™) Seasonal Maximum futures. In addition to this chapter, options on CHI Seasonal Maximum futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**428A01. OPTIONS CHARACTERISTICS**

**428A01.A. Contract Months and Trading Hours**

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

**428A01.B. Trading Unit**

The trading unit for a call option shall be an options combination, consisting of a long call and a short call, and will give the buyer the right to purchase one respective CHI Seasonal Maximum futures contract as specified in Chapter 428. The trading unit for a put option shall be an options combination, consisting of a long put and a short put, and will give the buyer the right to sell one respective CHI Seasonal Maximum futures contract as specified in Chapter 428.

A call options combination will consist of purchasing a call option for one futures contract at a fixed strike price and selling a call option for one futures contract at a fixed strike price. A put options combination package will consist of selling a put option for one futures contract at a fixed strike price and purchasing a put option for one futures contract at a fixed strike price.

The Exchange will list the available call and put options combination packages and will also determine the sequential strike intervals that will be listed for trading (e.g., Long Call 20.0 – Short Call 20.1; Long Call 20.1 – Short Call 20.2, etc.)

**428A01.C. Minimum Fluctuations**

The price of an option shall be quoted in terms of the respective CHI. Each index point represents \$100,000. For example, a quote of 2 index points represents \$200,000. The minimum fluctuation shall be 0.001 CHI (also known as one tick), equal to \$100.

**428A01.D. [Reserved]**

**428A01.E. Exercise Prices**

Exercise prices shall be stated in terms of the respective CHI Seasonal Maximum futures contract. Eligible exercise prices shall be at intervals of 0.1 index point (e.g., 10.1, 10.2, 10.3, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 0.1 index point in a range of 0 to 30 index points. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

**428A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**428A01.G. [Reserved]**

**428A01.H. [Reserved]**

**428A01.I. Termination of Trading**

Options trading shall terminate on the same date and time as the underlying futures contract.

**428A01.J. [Reserved]**

**428A02. EXERCISE AND ASSIGNMENT**

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of CHI Seasonal Maximum options.

**428A02.A. Exercise of Option by Buyer**

An option may be exercised by the buyer on any Business Day the option is traded. Exercise of an option is accomplished by the clearing member representing the buyer presenting an Exercise Notice to the Clearing House by 7:00 p.m. on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

**428A02.B. Assignment**

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following Business Day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the Trading Day of acceptance by the Clearing House of the exercise notice.

**428A03. [RESERVED]**  
(End Chapter 428A)

**INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 428A**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 430  
CME Hurricane Index  
Second Event Seasonal Maximum Cat-In-A-Box Futures**

**43000. SCOPE OF CHAPTER**

This chapter is limited in application to CME Hurricane Index™ ("CHI"™) Second Event Seasonal Maximum Cat-In-A-Box futures. In addition to this chapter, CHI Second Event Seasonal Maximum Cat-In-A-Box futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

#### **43001. CONTRACT SPECIFICATIONS**

CHI Second Event Seasonal Maximum Cat-In-A-Box values will be calculated by MDA Information Systems, Inc., using the methods described in the "CME Hurricane Index: Scope and Definitions" document, for hurricanes entering the following geographic areas:

- Galveston-Mobile (area bounded by 95°30'0"W on the west, 87°30'0"W on the east, 27°30'0"N on the south, and the corresponding segment of the US coastline on the north)

Separate futures contracts will be listed for trading on the second maximum CHI Cat-in-a-Box final settlement value for hurricanes that enter a specific geographic area (e.g., Galveston-Mobile) between January 1 and December 31 inclusive of a calendar year.

#### **43002. TRADING SPECIFICATIONS**

##### **43002.A. Trading Schedule**

Futures contracts shall be scheduled for trading during such hours in such months as may be determined by the Exchange.

##### **43002.B. Trading Unit**

The size of the unit of trading shall be \$100,000 times the respective CHI Second Event Seasonal Maximum Cat-In-A-Box value.

##### **43002.C. Price Increments**

The minimum price fluctuation on the respective CHI Second Event Seasonal Maximum Cat-In-A-Box futures shall be 0.1 index point, and have a value of \$10,000.

##### **43002.D. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5. A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

##### **43002.E. [Reserved]**

##### **43002.F. [Reserved]**

##### **43002.G. Termination of Trading**

Futures trading shall terminate at 9:00 a.m. on the first Exchange Business Day that is at least five calendar days following December 31.

##### **43002.H. [Reserved]**

##### **43002.I. [Reserved]**

#### **43003. SETTLEMENT PROCEDURES**

##### **43003.A. Final Settlement Price**

All futures contracts remaining open at the termination of trading shall be settled using the respective CHI Second Event Seasonal Maximum Cat-In-A-Box final value reported by MDA Information Systems, Inc., using the methodology in effect on that date. For example, on January 5, 2006, the 2005 Galveston-Mobile Second Event Seasonal Maximum Cat-In-A-Box contract would have been settled at 10.9 CHI index points (i.e., Hurricane Rita which entered the area after Hurricane Katrina).

##### **43003.B. Final Settlement**

Clearing members holding open positions in a CHI Second Event Seasonal Maximum Cat-In-A-Box futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

43004. [RESERVED]

43005-06. [RESERVED]

(End Chapter 430)

#### INTERPRETATIONS AND SPECIAL NOTICES RELATING TO CHAPTER 430

##### LIMITATION OF LIABILITY AND DISCLAIMER

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

#### Chapter 430A

##### Options on CME Hurricane Index Second Event Seasonal Maximum Cat-In-A-Box Futures

###### 430A00. SCOPE OF CHAPTER

This chapter is limited in application to options on CME Hurricane Index™ ("CHI"™) Second Event Seasonal Maximum Cat-In-A-Box futures. In addition to this chapter, options on CHI Second Event Seasonal Maximum Cat-In-A-Box futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

###### 430A01. OPTIONS CHARACTERISTICS

###### 430A01.A. Contract Months and Trading Hours

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

###### 430A01.B. Trading Unit

The trading unit for a call option shall be an options combination, consisting of a long call and a short call, and will give the buyer the right to purchase one respective CHI Second Event Seasonal Maximum Cat-In-A-Box futures contract as specified in Chapter 430. The trading unit for a put option shall be an options combination, consisting of a long put and a short put, and will give the buyer the right to sell one respective CHI Second Event Seasonal Maximum Cat-In-A-Box futures contract as specified in Chapter 430.

A call options combination will consist of purchasing a call option for one futures contract at a fixed strike price and selling a call option for one futures contract at a fixed strike price. A put options combination package will consist of selling a put option for one futures contract at a fixed strike price and purchasing a put option for one futures contract at a fixed strike price.

The Exchange will list the available call and put options combinations and will also determine the sequential strike intervals that will be listed for trading (e.g., Long Call 20.0 – Short Call 20.1; Long Call 20.1 – Short Call 20.2, etc.)

###### 430A01.C. Minimum Fluctuations

The price of an option shall be quoted in terms of the respective CHI. Each index point represents \$100,000. For example, a quote of 2 index points represents \$200,000. The minimum fluctuation shall be 0.001 CHI (also known as one tick), equal to \$100.

###### 430A01.D. [Reserved]

###### 430A01.E. Exercise Prices

Exercise prices shall be stated in terms of the respective CHI Second Event Seasonal Maximum futures contract. Eligible exercise prices shall be at intervals of 0.1 index point (e.g., 10.1, 10.2, 10.3, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 0.1 index point in a range of 0 to 50 index points. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

**430A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**430A01.G. [Reserved]**

**430A01.H. [Reserved]**

**430A01.I. Termination of Trading**

Options trading shall terminate on the same date and time as the underlying futures contract.

**430A01.J. [Reserved]**

**430A02. EXERCISE AND ASSIGNMENT**

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of CHI Second Event Seasonal Maximum options.

**430A02.A. Exercise of Option by Buyer**

An option may be exercised by the buyer only on the termination of Trading Day. Exercise of an option is accomplished by the clearing member representing the buyer presenting an Exercise Notice to the Clearing House by 7:00 p.m. on the day of exercise. An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

**430A02.B. Assignment**

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following Business Day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the Trading Day of acceptance by the Clearing House of the exercise notice.

**430A03. [RESERVED]**

(End Chapter 430A)

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**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. EQECAT makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall EQECAT have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 431**  
**CME Hurricane Index**  
**Seasonal Cat-In-A-Box-Futures**

**43100. SCOPE OF CHAPTER**

This chapter is limited in application to CME Hurricane Index™ ("CHI"™) Cat-In-A-Box futures. In addition to this chapter, CHI Seasonal Cat-In-A-Box futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**43101. CONTRACT SPECIFICATIONS**

CHI Seasonal Cat-In-A-Box values will be calculated by MDA using the methods described in the "CME Hurricane Index: Scope and Definitions" document, for hurricanes entering the following geographic areas:

- Galveston-Mobile (area bounded by 95°30'0" W on the west, 87°30'0" W on the east, 27°30'0" N on the south, and the corresponding segment of the US coastline on the north)

Separate futures contracts will be listed for trading on the accumulated CHI Cat-In-A-Box final settlement values for all hurricanes that enter a specific geographic area (e.g., Galveston-Mobile) between January 1 and December 31 inclusive of a calendar year.

**43102. TRADING SPECIFICATIONS****43102.A. Trading Schedule**

Futures contracts shall be scheduled for trading during such hours in such months as may be determined by the Exchange.

**43102.B. Trading Unit**

The size of the unit of trading shall be \$100,000 times the respective CHI Seasonal Cat-In-A-Box value.

**43102.C. Price Increments**

The minimum price fluctuation on the respective CHI Seasonal Cat-In-A-Box futures shall be 0.1 index point, and have a value of \$10,000.

**43102.D. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**43102.E. [Reserved]****43102.F. [Reserved]****43102.G. Termination of Trading**

Futures trading shall terminate at 9:00 a.m. on the first Exchange Business Day that is at least five calendar days following December 31.

43102.H. [Reserved]

43102.I. [Reserved]

43103. SETTLEMENT PROCEDURES

43103.A. Final Settlement Price

All futures contracts remaining open at the termination of trading shall be settled using the respective CHI Seasonal Cat-In-A-Box final value reported by MDA Information Systems, Inc., using the methodology in effect on that date. For example, on January 5, 2006, the 2005 Galveston-Mobile Seasonal Cat-In-A-Box contract would have been settled at 33.3 CHI index points.

43103.B. Final Settlement

Clearing members holding open positions in a CHI Seasonal Cat-In-A-Box futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

43104. [RESERVED]

43105. 06. [RESERVED]

(End Chapter 431)

INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 431

LIMITATION OF LIABILITY AND DISCLAIMER

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

Chapter 431A  
Options on CME Hurricane Index  
Seasonal Cat-In-A-Box Futures

431A00. SCOPE OF CHAPTER

This chapter is limited in application to options on CME Hurricane Index™ ("CHI"™) Seasonal Cat-In-A-Box futures. In addition to this chapter, options on CHI Seasonal Cat-In-A-Box futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

431A01. OPTIONS CHARACTERISTICS

431A01.A. Contract Months and Trading Hours

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

431A01.B. Trading Unit

The trading unit for a call option shall be an options combination, consisting of a long call and a short call, and will give the buyer the right to purchase one respective CHI Seasonal Cat-In-A-Box futures contract as specified in Chapter 431. The trading unit for a put option shall be an options combination, consisting of a long put and a short put, and will give the buyer the right to sell one respective CHI Seasonal Cat-In-A-Box futures contract as specified in Chapter 431.

A call options combination will consist of purchasing a call option for one futures contract at a fixed strike price and selling a call option for one futures contract at a fixed strike price. A put options combination package will consist of selling a put option for one futures contract at a fixed strike price and purchasing a put option for one futures contract at a fixed strike price.

The Exchange will list the available call and put options combination packages and will also determine the sequential strike intervals that will be listed for trading (e.g., Long Call 20.0 – Short Call 20.1; Long Call 20.1 – Short Call 20.2, etc.)

**431A01.C. Minimum Fluctuations**

The price of an option shall be quoted in terms of the respective index. Each index point represents \$100,000. For example, a quote of 2 index points represents \$200,000. The minimum fluctuation shall be 0.001 CHI (also known as one tick), equal to \$100.

**431A01.D. [Reserved]**

**431A01.E. Exercise Prices**

Exercise prices shall be stated in terms of the respective CHI Seasonal Cat-In-A-Box futures contract. Eligible exercise prices shall be at intervals of 0.1 index point (e.g., 10.1, 10.2, 10.3, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 0.1 index point in a range of 0 to 50 index points. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

**431A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona-fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**431A01.G. [Reserved]**

**431A01.H. [Reserved]**

**431A01.I. Termination of Trading**

Options trading shall terminate on the same date and time as the underlying futures contract.

**431A01.J. [Reserved]**

**431A02. EXERCISE AND ASSIGNMENT**

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of CHI Seasonal Cat-In-A-Box options.

**431A02.A. Exercise of Option by Buyer**

An option may be exercised by the buyer on any Business Day the option is traded. Exercise of an option is accomplished by the clearing member representing the buyer presenting an Exercise Notice to the Clearing House by 7:00 p.m. on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

**431A02.B. Assignment**

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following business day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the Trading Day of acceptance by the Clearing House of the exercise notice.

431A03. [RESERVED]

#### INTERPRETATIONS AND SPECIAL NOTICES RELATING TO CHAPTER 431A

##### LIMITATION OF LIABILITY AND DISCLAIMER

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

### Chapter 432 CME Hurricane Index Seasonal Maximum Cat-In-A-Box Futures

#### 43200. SCOPE OF CHAPTER

This chapter is limited in application to CME Hurricane Index™ ("CHI"™) Seasonal Maximum Cat-In-A-Box futures. In addition to this chapter, CHI Seasonal Maximum Cat-In-A-Box futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

#### 43201. CONTRACT SPECIFICATIONS

CHI Seasonal Maximum Cat-In-A-Box values will be calculated by MDA Information Systems, Inc., using the methods described in the "CME Hurricane Index: Scope and Definitions" document, for hurricanes entering the following geographic areas:

- Galveston-Mobile (area bounded by 95°30'0"W on the west, 87°30'0"W on the east, 27°30'0"N on the south, and the corresponding segment of the US coastline on the north)

Separate futures contracts will be listed for trading on the maximum CHI Cat-in-a-Box final settlement value for hurricanes that enter a specific geographic area (e.g., Galveston-Mobile) between January 1 and December 31 inclusive of a calendar year.

#### 43202. TRADING SPECIFICATIONS

##### 43202.A. Trading Schedule

Futures contracts shall be scheduled for trading during such hours in such months as may be determined by the Exchange.

##### 43202.B. Trading Unit

The size of the unit of trading shall be \$100,000 times the respective CHI Seasonal Maximum Cat-In-A-Box value.

##### 43202.C. Price Increments

The minimum price fluctuation on the respective CHI Seasonal Maximum Cat-In-A-Box futures shall be 0.1 index point, and have a value of \$10,000.

##### 43202.D. Position Limits, Exemptions, Position Accountability and Reportable Levels

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

43202.E. [Reserved]

43202.F. [Reserved]

43202.G. **Termination of Trading**

Futures trading shall terminate at 9:00 a.m. on the first Exchange Business Day that is at least five calendar days following December 31.

43202.H. [Reserved]

43202.I. [Reserved]

#### 43203. SETTLEMENT PROCEDURES

43203.A. **Final Settlement Price**

All futures contracts remaining open at the termination of trading shall be settled using the respective CHI Seasonal Maximum Cat-In-A-Box final value reported by MDA Information Systems, Inc., using the methodology in effect on that date. For example, on January 5, 2006, the 2005 Galveston-Mobile Seasonal Maximum Cat-In-A-Box contract would have been settled at 22.4 CHI index points.

43203.B. **Final Settlement**

Clearing members holding open positions in a CHI Seasonal Maximum Cat-In-A-Box futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

43204. [RESERVED]

43205-06. [RESERVED]

(End Chapter 432)

#### INTERPRETATIONS AND SPECIAL NOTICES RELATING TO CHAPTER 432

##### LIMITATION OF LIABILITY AND DISCLAIMER

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

#### Chapter 432A Options on CME Hurricane Index Seasonal Maximum Cat-In-A-Box Futures

##### 432A00. SCOPE OF CHAPTER

This chapter is limited in application to options on CME Hurricane Index™ ("CHI"™) Seasonal Maximum Cat-In-A-Box futures. In addition to this chapter, options on CHI Seasonal Maximum Cat-In-A-Box futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

## 432A01. OPTIONS CHARACTERISTICS

### 432A01.A. Contract Months and Trading Hours

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

### 432A01.B. Trading Unit

The trading unit for a call option shall be an options combination, consisting of a long call and a short call, and will give the buyer the right to purchase one respective CHI Seasonal Maximum Cat-In-A-Box futures contract as specified in Chapter 432. The trading unit for a put option shall be an options combination, consisting of a long put and a short put, and will give the buyer the right to sell one respective CHI Seasonal Maximum Cat-In-A-Box futures contract as specified in Chapter 432.

A call options combination will consist of purchasing a call option for one futures contract at a fixed strike price and selling a call option for one futures contract at a fixed strike price. A put options combination package will consist of selling a put option for one futures contract at a fixed strike price and purchasing a put option for one futures contract at a fixed strike price.

The Exchange will list the available call and put options combination packages and will also determine the sequential strike intervals that will be listed for trading (e.g., Long Call 20.0 — Short Call 20.1; Long Call 20.1 — Short Call 20.2, etc.)

### 432A01.C. Minimum Fluctuations

The price of an option shall be quoted in terms of the respective index. Each index point represents \$100,000. For example, a quote of 2 index points represents \$200,000. The minimum fluctuation shall be 0.001 index point (also known as one tick), equal to \$100.

### 432A01.D. [Reserved]

### 432A01.E. Exercise Prices

Exercise prices shall be stated in terms of the respective CHI Seasonal Maximum Cat-In-A-Box futures contract. Eligible exercise prices shall be at intervals of 0.1 index point (e.g., 10.1, 10.2, 10.3, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 0.1 index point in a range of 0 to 30 index points. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

### 432A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

### 432A01.G. [Reserved]

### 432A01.H. [Reserved]

### 432A01.I. Termination of Trading

Options trading shall terminate on the same date and time as the underlying futures contract.

### 432A01.J. [Reserved]

## 432A02. EXERCISE AND ASSIGNMENT

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of CHI Seasonal Maximum Cat-In-A-Box options.

**432A02.A. Exercise of Option by Buyer**

An option may be exercised by the buyer only on the last day of trading. Exercise of an option is accomplished by the clearing member representing the buyer presenting an Exercise Notice to the Clearing House by 7:00 p.m. on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

**432A02.B. Assignment**

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following Business Day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the Trading Day of acceptance by the Clearing House of the exercise notice.

432A03. [RESERVED]  
(End Chapter 432A)

**INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 432A**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "Earth Sat") makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CHI. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 441  
CME Rainfall Index Futures**

**44100. SCOPE OF CHAPTER**

This chapter is limited in application to CME Rainfall Index futures. In addition to this chapter, CME Rainfall Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**44101. CONTRACT SPECIFICATIONS**

Daily rainfall is defined as the total rainfall recorded at a particular location between midnight and 11:59 p.m. as reported by MDA Information Systems, Inc.

Monthly rainfall is defined as the sum of daily rainfall values for a particular location for a calendar month. The accumulation period for each contract begins with the first calendar day of the contract month and ends

with the last calendar day of the contract month.  
The table below lists the cities and their corresponding weather stations:

**Listing Cities and Corresponding Weather Stations**

Chicago O'Hare International Airport (WBAN 94846)  
Dallas-Fort Worth International Airport (WBAN 03927)  
Des Moines International Airport (WBAN 14933)  
Detroit Metro Airport (WBAN 94847)  
Jacksonville International Airport (WBAN 13889)  
Los Angeles Downtown USC Campus (WBAN 93134)  
New York LaGuardia Airport (WBAN 14732)  
Portland International Airport (WBAN 24229)  
Raleigh/Durham International Airport (WBAN 13722)  
Kansas City International Airport (WBAN 03947)

**44102. TRADING SPECIFICATIONS**

**44102.A. Trading Schedule**

Futures contracts shall be scheduled for trading and delivery during such hours in such months as may be determined by the Exchange.

**44102.B. Trading Unit**

The size of the unit of trading shall be \$500 times the respective CME Rainfall Index.

**44102.C. Price Increments**

The minimum price fluctuation on the respective CME Rainfall Index futures shall be 0.1 (one-tenth) index point and have a value of \$50. Each index point is equal to 1 inch of rainfall.

**44102.D. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona-fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**44102.E. [Reserved]**

**44102.F. [Reserved]**

**44102.G. Termination of Trading**

Futures trading shall terminate at 9:00 a.m. on the second Exchange Business Day after the futures contract month.

**44102.H. [Reserved]**

**44102.I. [Reserved]**

**44103. SETTLEMENT PROCEDURES**

**44103.A. Final Settlement Price**

All futures contracts remaining open at the termination of trading shall be settled using the respective CME Rainfall Index reported by MDA Information Systems, Inc. for that city for that contract month, using the methodology in effect on that date, on the second Exchange Business Day after the futures contract month. For example, on May 4, 2009 the April 2009 futures contract on the Raleigh/Durham CME Rainfall Index would have been settled at 1.69.

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**44103.B. Final Settlement**

Clearing members holding open positions in a CME Rainfall Index futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

**44104. [RESERVED]****44105.-06.[RESERVED]**

**INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 441**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. MDA makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 441A  
Options on CME Rainfall Index Futures**

**441A00. SCOPE OF CHAPTER**

This chapter is limited in application to options on CME Rainfall Index futures. In addition to this chapter, options on CME Rainfall Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**441A01. OPTIONS CHARACTERISTICS****441A01.A. Contract Months and Trading Hours**

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

**441A01.B. Trading Unit**

The trading unit shall be an option to buy, in the case of the call, or to sell, in the case of the put, one respective CME Rainfall Index futures contract as specified in Chapter 441.

**441A01.C. Minimum Fluctuations**

The price of an option shall be quoted in terms of the respective CME Rainfall Index. Each index point represents \$500. For example, a quote of 2 index points represents \$1,000. The minimum fluctuation shall be 0.1 (one-tenth) index point (also known as one tick), equal to \$50.

**441A01.D. [Reserved]****441A01.E. Exercise Prices**

Exercise prices shall be stated in terms of the respective CME Rainfall Index futures contract. Eligible exercise prices shall also be at intervals of 0.1 (one-tenth) index point (e.g., 1.0, 1.1, 1.2, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 0.1 (one-tenth) index point in a range of 0 to 20 index points. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

**441A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**441A01.G. [Reserved]**

**441A01.H. [Reserved]**

**441A01.I. Termination of Trading**

Options trading shall terminate on the same date and time as the underlying futures contract.

**441A01.J. [Reserved]**

**441A02. EXERCISE AND ASSIGNMENT**

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of the CME Rainfall Index options.

**441A02.A. Exercise of Option by Buyer**

An option may be exercised by the buyer only on the termination of Trading Day. To exercise an option the clearing member representing the buyer shall present an exercise notice to the Clearing House by 7:00 p.m. on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

**441A02.B. Assignment**

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following Business Day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the Trading Day of acceptance by the Clearing House of the exercise notice.

**441A03. [RESERVED]**

**INTERPRETATIONS & SPECIAL NOTICES  
RELATING TO CHAPTER 441A**

**LIMITATION OF LIABILITY AND DISCLAIMER**

MDA Information Systems, Inc. ("MDA", formerly "EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. MDA makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. MDA makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall MDA have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 442**  
**CME Seasonal Strip Rainfall Index Futures**

**44200. SCOPE OF CHAPTER**

This chapter is limited in application to CME Seasonal Strip Rainfall Index futures. In addition to this chapter, CME Seasonal Strip Rainfall Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**44201. CONTRACT SPECIFICATIONS**

Daily Rainfall is defined as the total Rainfall recorded at a particular location between midnight and 11:59 p.m. as reported by MDA Information Systems, Inc.

Each particular CME Seasonal Strip Rainfall Index is defined as the accumulation of like rainfall values over a minimum of two, and a maximum of eight, consecutive calendar months. The first calendar month in the strip may be March or later, and the last calendar month in the strip may be October or earlier. The accumulation period for each strip contract begins with the first calendar day of the contract month of the strip and ends with the last calendar day of the last month of the defined strip.

The table below lists the cities and their corresponding weather stations:

**Listing Cities and Corresponding Weather Stations**

Chicago O'Hare International Airport (WBAN 94846)  
Dallas-Fort Worth International Airport (WBAN 03927)  
Des Moines International Airport (WBAN 14933)  
Detroit Metro Airport (WBAN 94847)  
Jacksonville International Airport (WBAN 13889)  
Los Angeles Downtown USC Campus (WBAN 93134)  
New York LaGuardia Airport (WBAN 14732)  
Portland International Airport (WBAN 24229)  
Raleigh/Durham International Airport (WBAN 13722)  
Kansas City International Airport (WBAN 03947)

**44202. TRADING SPECIFICATIONS**

**44202.A. Trading Schedule**

Futures contracts shall be scheduled for trading and delivery during such hours in such months as may be determined by the Exchange.

**44202.B. Trading Unit**

The size of the unit of trading shall be \$500 times the respective CME Seasonal Strip Rainfall Index.

**44202.C. Price Increments**

The minimum price fluctuation on the respective CME Seasonal Strip Rainfall Index futures shall be 0.1 (one-tenth) index point and have a value of \$50. Each index point is equal to 1-inch of Rainfall.

**44202.D. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**44202.E. [Reserved]**

**44202.F. [Reserved]**

**44202.G. Termination of Trading**

Futures trading shall terminate at 9:00 a.m. on the second Exchange Business Day after the last calendar day of the last month of the defined strip.

**44202.H. [Reserved]**

**44202.I. [Reserved]**

**44203. SETTLEMENT PROCEDURES**

**44203.A. Final Settlement Price**

All futures contracts remaining open at the termination of trading shall be settled using the respective CME Seasonal Strip Rainfall Index reported by MDA Information Systems, Inc. for that city for that contract period, using the methodology in effect on that date, on the second Exchange Business Day after the last calendar day of the last month of the defined strip. For example, on October 2, 2009, the May 2009 – September 2009 futures contract on the Raleigh/Durham CME Seasonal Strip Rainfall Index would have been settled at 13.63.

**44203.B. Final Settlement**

Clearing members holding open positions in a CME Seasonal Strip Rainfall Index futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

**44204. [RESERVED]**

**44205-06. [RESERVED]**

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**INTERPRETATIONS AND SPECIAL NOTICES  
RELATING TO CHAPTER 442**

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**Chapter 442A**

**Options on CME Seasonal Strip Rainfall Index Futures**

**442A00. SCOPE OF CHAPTER**

This chapter is limited in application to options on CME Seasonal Strip Rainfall Index futures. In addition to this chapter, options on CME Seasonal Strip Rainfall Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

**442A01. OPTIONS CHARACTERISTICS**

**442A01.A. Contract Months and Trading Hours**

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Exchange.

**442A01.B. Trading Unit**

The trading unit shall be an option to buy, in the case of the call, or to sell, in the case of the put, one

respective CME Seasonal Strip Rainfall Index futures contract as specified in Chapter 442.

**442A01.C. Minimum Fluctuations**

The price of an option shall be quoted in terms of the respective CME Seasonal Strip Rainfall Index. Each index point represents \$500. For example, a quote of 2 index points represents \$1,000. The minimum fluctuation shall be 0.1 (one-tenth) index point (also known as one tick), equal to \$50.

**442A01.D. [Reserved]**

**442A01.E. Exercise Prices**

Exercise prices shall be stated in terms of the respective CME Seasonal Strip Rainfall Index futures contract. Eligible exercise prices shall also be at intervals of 0.1 (one-tenth) index point (e.g., 1.0, 1.1, 1.2, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 0.1 (one-tenth) index point in a range of 0 to 60 index points. New options may be listed for trading up to and including the termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

**442A01.F. Position Limits, Exemptions, Position Accountability and Reportable Levels**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

**442A01.G. [Reserved]**

**442A01.H. [Reserved]**

**442A01.I. Termination of Trading**

Options trading shall terminate on the same date and time as the underlying futures contract.

**442A01.J. [Reserved]**

**442A02. EXERCISE AND ASSIGNMENT**

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of the CME Seasonal Strip Rainfall Index options.

**442A02.A. Exercise of Option by Buyer**

An option may be exercised by the buyer only on the termination of Trading Day. To exercise an option the clearing member representing the buyer shall present an exercise notice to the Clearing House by 7:00 p.m. on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

**442A02.B. Assignment**

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following Business Day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is

exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with [Rule 814](#) on the Trading Day of acceptance by the Clearing House of the exercise notice.

442A03. [RESERVED]

INTERPRETATIONS & SPECIAL NOTICES  
RELATING TO CHAPTER 442A

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